

Message Text

UNCLASSIFIED

PAGE 01 MANAGU 04923 211607Z

45

ACTION EB-07

INFO OCT-01 ARA-10 ISO-00 FEA-01 AGR-10 CEA-01 CIAE-00

COME-00 DODE-00 FRB-01 H-02 INR-07 INT-05 L-02 LAB-04

NSAE-00 NSC-05 PA-02 RSC-01 AID-05 CIEP-02 SS-15

STR-04 TAR-01 TRSE-00 USIA-15 PRS-01 SP-02 OMB-01

SWF-01 AF-10 EUR-12 /128 W
----- 005995

R 211530Z DEC 74

FM AMEMBASSY MANAGUA
TO SECSTATE WASHDC 5826
INFO AMEMBASSY CARACAS
AMEMBASSY GUATEMALA
AMEMBASSY SAN JOSE
AMEMBASSY SAN SALVADOR
AMEMBASSY TEGUCIGALPA
AMEMBASSY MEXICO

UNCLAS MANAGUA 4923

E. O. 11652: N/A

TAGS: ETRD, EAGR, NU

SUBJECT: NICARAGUA OPTS OUT OF COFFEE RETENTION SCHEME

1. NICARAGUAN COFFEE INSTITUTE (INCAFE) HAS ANNOUNCED NICARAGUA WILL NOT JOIN COFFEE RETENTION SYSTEM BECAUSE COUNTRY "HAS NOT YET RECOVERED FROM THE TREMENDOUS ECONOMIC CONSEQUENCES ORIGINATING IN DROUGHTS AND THE EARTHQUAKE". COMMUNIQUE WAS ISSUED AFTER INCAFE MEETING DECEMBER 19 DURING WHICH PRESIDENTIAL SECRETARY CARLOS DUBON IS REPORTED TO HAVE SAID THAT ALTHOUGH NICARAGUA IS "SYMPATHETIC TOWARD EVERY MEASURE WHICH RAISES THE PRICE OF COFFEE"

THE DISPROPORTIONATE INCREASE IN PRICES OF INPUTS FOR COFFEE PRODUCTION MADE IT NECESSARY TO BE "REALISTIC" IN CRISIS WHICH AFFECTS BALANCE OF PAYMENTS. HE SAID THAT THIS YEAR NICARAGUAN COFFEE PRODUCERS WILL HAVE AN ACCEPTABLE CROP WHICH THEY
UNCLASSIFIED

UNCLASSIFIED

PAGE 02 MANAGU 04923 211607Z

WILL TRY TO SELL AT AN ACCEPTABLE PRICE, AND A RETENTION WOULD

CAUSE THEM SERIOUS LOSSES.

2. OPPOSITION NEWSPAPER LA PRENSA ON DECEMBER 20 CARRIED ARTICLE
FROM MEXICO CITY QUOTING FAUSTO CANTU PENA, DIRECTOR MEXICAN
COFFEE INSTITUTE AS SAYING THAT NEW CORPORACION SUAVES CENTRALES
IS READY TO BUY NICARAGUAN CROP WITH SUPPORT OF BRAZIL AND COLUMBIA
"FOR STRATEGIC REASONS."

SHELTON

UNCLASSIFIED

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: POLICIES, COFFEE, TRADE CONTROLS, PRICES
Control Number: n/a
Copy: SINGLE
Draft Date: 21 DEC 1974
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Authority: n/a
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01 JAN 1960
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1974MANAGU04923
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D740372-0339
From: MANAGUA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1974/newtext/t19741217/aaaaanwb.tel
Line Count: 69
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION EB
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: n/a
Previous Handling Restrictions: n/a
Reference: n/a
Review Action: RELEASED, APPROVED
Review Authority: MorefiRH
Review Comment: n/a
Review Content Flags:
Review Date: 29 AUG 2002
Review Event:
Review Exemptions: n/a
Review History: RELEASED <29 AUG 2002 by ReddocGW>; APPROVED <02 JAN 2003 by MorefiRH>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: NICARAGUA OPTS OUT OF COFFEE RETENTION SCHEME
TAGS: ETRD, EAGR, NU
To: STATE
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005